

FISCAL NOTE

HB 3021 - SB 3725

February 12, 2008

SUMMARY OF BILL: Prohibits any expenditure of public funds for structural enhancements, additions, or facilities upon the property of the Executive Residence that exceeds the property's appraised value.

ESTIMATED FISCAL IMPACT:

Decrease State Expenditures – Less than \$11,924,900/One-Time

Assumptions:

- All structural enhancements, additions or facilities designed or constructed within a three-year period shall be considered in determining whether costs of such design or construction exceed the value of the property.
- According to the Office of the Property Assessor, Davidson County, Tennessee, and on the date of this fiscal note, the value of the property is estimated to be \$900,100 (\$0 building value; \$900,100 land value).
- According to information made available to the Fiscal Review Committee on January 14, 2008, the total cost of improvements made to the Executive Residence after project completion was estimated to be \$19,225,000 (\$6,400,000 being raised through the Tennessee Residence Foundation; \$12,825,000 being state funds).
- Given that some unknown portion of the total estimated cost has already been expended for completed portions of the total project, this bill would prohibit an unknown amount of state funds from being expended on the remainder of the total project which is unfinished at this time.
- The decrease to state expenditures is estimated as an amount less than \$11,924,900 (\$12,825,000 state funds - \$900,100 value = \$11,924,900).

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, reading "James W. White". The signature is written in a cursive style with a large, stylized "J" and "W".

James W. White, Executive Director

/rnc